

OKS
FILE 02097

25X1

CONFIDENTIALGroup 1
Excluded from automatic
downgrading and
declassification

Please Reply To:

25X1

October 4, 1967

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[redacted]
Post Office Box 6788
Fort Davis Station
Washington, D.C. 20020

Attn: Bill K.

25X1

Subject: [redacted]
Reference: Letter dated 9/22/67 signed Raymond C.

Gentlemen:

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In answer to the referenced letter, enclosed are two copies of contract cost sheet prepared in accordance with Specification No. DB-1001 for the subject contract. Note that according to this form using contract rates, there will be an estimated [redacted] overrun.

I am also enclosing a detailed breakdown showing contract funds, expenditures as of 9/15, estimated total contract cost at both contract and provisional rates.

The principal causes for overrun are : (1) A larger engineer labor cost than anticipated. During Phase I Design Study it was determined that a bar linkage drive for the anamorphic prisms offered several advantages over a cam drive system that was originally proposed. The increased engineering time to study and then design this new drive system accounts for the overage from the original engineering estimate. (2) The second major reason for the anticipated overrun is that the present provisional engineering and manufacturing labor overhead rates are higher than the contract overhead rates.

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Consequently, note that on the bottom of the enclosed chart, we request an additional [redacted] above original contract funds in order to complete the contract.

NGA Review Complete

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[redacted]
cc: Ed D.[redacted]
Contract Administrator
Photogrammetric Contract Section

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Contract No. _____

Statement of Funds as of 9/15/67

*Total Funds Include Phase I and Phase II

EXPENDITURES

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1. Labor:

A. Total paid as of 8/18B. Paid during 8/19-9/15

C. Sub-Total

2. Material:

A. Total paid as of --B. Paid during --

C. Sub-Total

3. Services (sub-contracts, etc.):

A. Total paid as of --B. Paid during

C. Sub-Total

4. Total expenditures as of 9/15

OBLIGATIONS AND ESTIMATES

5. Obligations:

A. Boxtton-Beel

6. Estimates of Future Expenditures:

A. Estimate of labor required

B. Estimate of material required

C. Estimate of Travel

D. Proposed sub-contracts

Sub-Total

Total

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